

STATE INVESTMENT BOARD

State Investment Board Balance Sheet As of 6/30/2007

	As of <u>6-30-07</u>	As of <u>6-30-06</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,845,998,567	\$ 1,568,651,856
INTERNATIONAL EQUITIES	944,760,297	728,736,085
DOMESTIC FIXED INCOME	1,973,499,969	1,827,967,399
INTERNATIONAL FIXED INCOME	179,265,016	175,048,602
REAL ESTATE	417,638,876	361,756,992
ALTERNATIVE INVESTMENTS	173,508,671	137,923,531
INVESTED CASH (NOTE 1)	<u>84,933,966</u>	<u>86,329,243</u>
TOTAL INVESTMENTS	5,619,605,362	4,886,413,708
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	23,668,239	23,902,849
MISCELLANEOUS RECEIVABLE	<u>6,341</u>	<u>5,586</u>
TOTAL RECEIVABLES	23,674,580	23,908,435
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	584,981,829	628,901,672
OPERATING CASH	<u>135,972</u>	<u>110,521</u>
TOTAL ASSETS	<u>\$ 6,228,397,743</u>	<u>\$ 5,539,334,336</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	584,981,829	628,901,672
ACCOUNTS PAYABLE	28,354	23,883
ACCRUED EXPENSES	57,036	53,611
INVESTMENT EXPENSE PAYABLE	<u>7,719,499</u>	<u>4,292,153</u>
TOTAL LIABILITIES	592,786,718	633,271,319
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	4,906,063,017	4,407,736,867
RESTATEMENT AMOUNT	0	(21,281)
CASH IN DURING YEAR (NOTE 3)	198,780,109	303,218,734
CASH OUT DURING YEAR (NOTE 4)	301,026,903	263,254,971
NET INCREASE (DECREASE)	<u>831,794,802</u>	<u>458,383,668</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>5,635,611,025</u>	<u>4,906,063,017</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 6,228,397,743</u>	<u>\$ 5,539,334,336</u>

STATE INVESTMENT BOARD

State Investment Board Profit and Loss Statement For the Month Ended 6/30/2007

	Month Ended <u>6-30-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 15,366,270	\$ 158,509,014
SECURITIES LENDING INCOME	<u>3,028,612</u>	<u>31,961,049</u>
	18,394,882	190,470,063
 GAIN ON SALE OF INVESTMENTS	 62,834,716	 536,270,605
LOSS ON SALE OF INVESTMENTS	<u>35,303,931</u>	<u>247,985,813</u>
 NET GAINS (LOSSES) INVESTMENTS	 27,530,785	 288,284,792
 INVESTMENT EXPENSES	 4,783,247	 24,628,575
SECURITIES LENDING EXPENSES	<u>2,756,141</u>	<u>30,784,240</u>
 NET INVESTMENT INCOME	 38,386,279	 423,342,040
 NET APPREC (DEPREC) MARKET VALUE	 (40,969,302)	 412,128,466
MISCELLANEOUS INCOME/(EXPENSE)	<u>(695,584)</u>	<u>(3,205,404)</u>
 TOTAL INVESTMENT INCOME	 <u>(3,278,607)</u>	 <u>832,265,102</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	80,281	470,300
 NET INCREASE (DECREASE)	 <u>\$ (3,358,888)</u>	 <u>\$ 831,794,802</u>

STATE INVESTMENT BOARD
Notes To Financial Statements
June 30, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.